

BEFORE THE
POSTAL REGULATORY COMMISSION
WASHINGTON, D.C. 20268-0001

COMPETITIVE PRODUCT PRICES
PRIORITY MAIL CONTRACT 242 (MC2016-203)
NEGOTIATED SERVICE AGREEMENT

Docket No. CP2016-292

**NOTICE OF UNITED STATES POSTAL SERVICE OF
AMENDMENT TO PRIORITY MAIL CONTRACT 242,
WITH PORTIONS FILED UNDER SEAL**
(August 9, 2017)

The Postal Service hereby provides notice that the terms of Priority Mail Contract 242, in the above-captioned proceeding, have changed as contemplated by the contract's terms. A redacted version of the amendment to Priority Mail Contract 242 is provided in Attachment A, and the unredacted amendment is being filed under seal. The amendment will become effective two business days following the day that the Commission completes its review of this filing.

This amendment will not materially affect the cost coverage of Priority Mail Contract 242. Therefore, the supporting financial documentation and financial certification initially filed in this docket remain applicable. The Postal Service hereby incorporates by reference the Application for Non-Public Treatment originally filed in this docket, for the protection of the customer-identifying information that has been filed under seal.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

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ATTACHMENT A TO REQUEST

REDACTED AMENDMENT TO PRIORITY MAIL CONTRACT 242

AMENDMENT #2
OF
SHIPPING SERVICES CONTRACT
BETWEEN
THE UNITED STATES POSTAL SERVICE
AND
[REDACTED]
REGARDING
PRIORITY MAIL SERVICE

WHEREAS, the United States Postal Service (the "Postal Service") and [REDACTED] ("Customer") entered into a Shipping Services Contract regarding Priority Mail Service, in Contract 242/Docket No. CP2016-292, on September 13, 2016.

WHEREAS, the Parties desire to amend the terms in Sections I.C, I.E.1-2, and delete Section I.E.3.

NOW, THEREFORE, the Parties agree that the contract is hereby amended as detailed below. The existing contract and Appendix remain unchanged in all other respects. This amendment shall become effective two (2) business days following the day on which the Commission issues all necessary regulatory approval.

[Replace Sections I.C and I.E.1-2 in their entirety, as follows:]

I. Terms

C. Customer will manifest Contract Packages as specified by the Postal Service using a separate permit number and/or PC Postage account to ship such packages, and will use the Electronic Verification System (eVS), other USPS approved manifest systems, or USPS approved PC Postage vendors for payment of such packages. Customer shall provide the Postal Service, in writing, a list of its permit numbers and/or PC Postage accounts for approval. Contract pricing for any newly approved permits and/or PC Postage accounts will be effective within fifteen (15) business days after the Postal Service receives written notification from Customer. Only Contract Packages and other Priority Mail packages shipped from authorized permits and/or PC Postage accounts shall count towards the volume commitment in Section I.E. below.

E.

1. From the effective date of this amendment until October 1, 2017, Customer shall receive Tier 1 prices pursuant to Table 3 below.
2. Subsequent Prices. For the period October 1, 2017 through December 31, 2017, contract prices will be based on the quarterly average of Customer's Contract Packages and other Priority Mail packages ("Total Volume") shipped during the

previous three Calendar Quarters, pursuant to Table B below. Beginning January 1, 2018, contract prices will be based on the quarterly average of Customer's Total Volume shipped during the previous four Calendar Quarters, pursuant to Table B below. If the quarterly average Total Volume falls below [REDACTED] packages, the Postal Service at its sole discretion has the right to revert Customer to the most current Priority Mail Commercial Plus prices the following Calendar Quarter.

[Remove Section I.E.3]

3. [Deleted]

IN WITNESS WHEREOF, the Parties hereto have caused this amendment to be duly executed as of the later date below:

UNITED STATES POSTAL SERVICE

Signed by:  _____

Printed Name: Cliff Rucker

Title: Senior Vice President, Sales and Customer Relations

Date: 8/7/17

